

Emergency Manager Report Under Section 17 of Public Act 436
September 30, 2013

This report is made by Kevyn D. Orr, in his role as emergency manager (the "Emergency Manager") for the City of Detroit, Michigan (the "City"), pursuant to section 17 of Michigan Public Act 436 of 2012 ("PA 436"), also known as the Local Financial Stability and Choice Act, MCL § 141.1557. The information contained in this report covers the period from March 25, 2013 through August 31, 2013 (the "Reporting Period").

Local Financial Stability and Choice Act (Michigan Public Act 436 of 2012)

Section 17 [MCL § 141.1557]

Beginning 6 months after an emergency manager's appointment, and every 3 months thereafter, an emergency manager shall submit to the governor, the state treasurer, the senate majority leader, the speaker of the house of representatives, each state senator and state representative who represents the local government that is in receivership, and the clerk of the local government that is in receivership, and shall post on the internet on the website of the local government, a report that contains all of the following:

- (a) A description of each expenditure made, approved, or disapproved during the reporting period that has a cumulative value of \$5,000.00 or more and the source of the funds.*
- (b) A list of each contract that the emergency manager awarded or approved with a cumulative value of \$5,000.00 or more, including the purpose of the contract and the identity of the contractor.*
- (c) A description of each loan sought, approved, or disapproved during the reporting period that has a cumulative value of \$5,000.00 or more and the proposed use of the funds.*
- (d) A description of any new position created or any vacancy in a position filled by the appointing authority.*
- (e) A description of any position that has been eliminated or from which an employee has been laid off.*
- (f) A copy of the contract with the emergency manager as provided in section 9(3)(e).*
- (g) The salary and benefits of the emergency manager.*
- (h) The financial and operating plan.*

Expenditures

Pursuant to section 17(a) of PA 436, attached is a schedule identifying expenditures made, approved, or disapproved during the Reporting Period that have a cumulative value of \$5,000.00 or more. Expenditures during the Reporting Period are identified on the attached schedule based on the source of the funds, the corresponding agency, and vendor. Payroll-related payments were excluded from this schedule due to the sensitivity of this personal information. Other than payments reported herein and excluded payroll-related payments, no expenditures with cumulative value of \$5,000.00 or more were approved during the Reporting Period. Certain operating expenditures, which were deemed non-critical, were disapproved after the City's commencement of its Chapter 9 bankruptcy case on July 18, 2013. Similarly, certain pension contributions and scheduled payments related to pension certificates of participation were disapproved. Disapproved expenditures are identified by category on the attached schedule.

Expenditures: Made & Approved

Fund	Agency	Vendor	Amount
3708 ARRA - DCH - BJA - 2009 Police	A37000 Police Department		14,710
708 ARRA - DCH - BJA - 2009 Police Total			14,710
3709 ARRA - DOJ - COPS Hiring - 2009 Police	A37000 Police Department	ABS STORAGE PRODUCTS	19,200
3709 ARRA - DOJ - COPS Hiring - 2009 Police	A37000 Police Department	BILL SNETHKAMPS LANSING DODGE INC	2,254,921
3709 ARRA - DOJ - COPS Hiring - 2009 Police	A37000 Police Department	HUBB SYSTEMS LLC	367,130
709 ARRA - DOJ - COPS Hiring - 2009 Police Total			2,641,251
3712 ARRA - DOE-EECBG-GSD-DBA	A37000 Police Department	DETROIT BUILDING AUTHORITY	100,343
3712 ARRA - DOE-EECBG-GSD-DBA	General Service Dept	DETROIT BUILDING AUTHORITY	591,991
712 ARRA - DOE-EECBG-GSD-DBA Total			692,333
3713 ARRA - Neighborhood Stabilization Program II	A13000 Buildings and Safety Department	HERITAGE INDUSTRIAL SAFETY SUPPLY	10,106
713 ARRA - Neighborhood Stabilization Program II Total			10,106
3701 Renewable Energy & Energy Optimization PA 295 Fund	A38000 Public Lighting Department	MICHIGAN PUBLIC POWER AGENCY	6,828
3701 Renewable Energy & Energy Optimization PA 295 Fund	A38000 Public Lighting Department	WALKER-MILLER ENERGY SERVICES LLC	27,838
701 Renewable Energy & Energy Optimization PA 295 Fund Total			34,666
4510 Gen Obl Bond Fund-Series 1993	A13000 Buildings and Safety Department	DMC CONSULTANTS INC	29,751
4510 Gen Obl Bond Fund-Series 1993	A31000 Information Technology Services Department	GROUNDWORK 0	27,599
4510 Gen Obl Bond Fund-Series 1993	A36000 Planning and Development Department	DETROIT HOUSING COMMISSION	82,001
4510 Gen Obl Bond Fund-Series 1993	A36000 Planning and Development Department	UNIVERSITY COMMONS ORGANIZATION (UCO)	238,322
4510 Gen Obl Bond Fund-Series 1993	A36000 Planning and Development Department	WAYNE COUNTY TREASURER	162,347
4510 Gen Obl Bond Fund-Series 1993	A39000 Recreation Department	CLARKS CONSTRUCTION	12,878
4510 Gen Obl Bond Fund-Series 1993	A39000 Recreation Department	COMMUNITY DEVELOPMENT SOLUTIONS LLC	30,585
4510 Gen Obl Bond Fund-Series 1993	General Service Dept	BEST FUEL SERVICE INC	5,284
710 Gen Obl Bond Fund-Series 1993 Total			588,768
4513 General Obligation Bond Fund - Series 2010	A39000 Recreation Department	DRV CONTRACTORS LLC	14,481
4513 General Obligation Bond Fund - Series 2010	A39000 Recreation Department	GREAT LAKES WELDING LLC	29,427
4513 General Obligation Bond Fund - Series 2010	A39000 Recreation Department	REASONABLE ROOFING & REMODELING INC	35,581
4513 General Obligation Bond Fund - Series 2010	A39000 Recreation Department	WCI CONTRACTORS	88,709
4513 General Obligation Bond Fund - Series 2010	D23010 Administration	DETROIT BUILDING AUTHORITY	11,569,505
4513 General Obligation Bond Fund - Series 2010	D23130 General Accounting	DETROIT BUILDING AUTHORITY	8,086,127
713 General Obligation Bond Fund - Series 2010 Total			19,823,830
5002 Airport Operation and Maint	A10000 Airport Department	AVSURANCE CORPORATION	22,902
5002 Airport Operation and Maint	A10000 Airport Department	CASEY FENCE CO INC	12,087
5002 Airport Operation and Maint	A10000 Airport Department	DTE ENERGY	52,071
5002 Airport Operation and Maint	A10000 Airport Department	FOREST PAINTING INC	6,000
5002 Airport Operation and Maint	A10000 Airport Department	WATERFRONT PETROLEUM TERMINALCOMPANY	12,219
5002 Airport Operation and Maint	A10000 Airport Department	WEINGARTZ SUPPLY CO INC	6,729
5002 Airport Operation and Maint	D23130 General Accounting	IPO/PLD	5,846